

UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF TEXAS  
HOUSTON DIVISION

CASE NAME: SUPERIOR OFFSHORE INTERNATIONAL, INC.

Petition Date: APRIL 24, 2008

CASE NUMBER: 08-32590-H2-11

MONTHLY OPERATING REPORT SUMMARY FOR MONTH OCTOBER YEAR 2010

MONTH	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER
REVENUES (MOR-6)	(1)	(1)	(1)	(1)	(1)	(1)
INCOME BEFORE INT, DEPREC./TAX (MOR-6)	(1)	(1)	(1)	(1)	(1)	(1)
NET INCOME (LOSS) (MOR-6)	(1)	(1)	(1)	(1)	(1)	(1)
PAYMENTS TO INSIDERS (MOR-9)	0	0	0	0	0	0
PAYMENTS TO PROFESSIONALS (MOR-9)	141,697	72,968	62,340	87,386	41,517	38,845
TOTAL DISBURSEMENTS (MOR-8)	144,278	80,610	76,771	61,191	44,653	43,101

\*\*\* The original of this document must be filed with the United States Bankruptcy Court and a copy must be sent to the United States Trustee \*\*\*

REQUIRED INSURANCE MAINTAINED	EXP. DATE
CASUALTY	YES ( ) NO (X)
LIABILITY	YES (X) NO ( )
VEHICLE	YES ( ) NO (X)
WORKERS	YES ( ) NO (X)
OTHER - DIRECTOR/OFFICER	YES ( ) NO (X)

Are all accounts receivable being collected within terms? Yes ☒ No ☐  
 Are all post-petition liabilities, including taxes, being paid within terms? Yes ☒ No ☐  
 Have any pre-petition liabilities been paid? Yes ☒ No ☐ If so, describe.  
**Distributions have been made pursuant to the Plan.**  
 Are all funds received being deposited into DIP bank accounts? Yes ☒ No ☐  
 Were any assets disposed of outside the normal course of business? Yes ☒ No ☐  
 If so, describe. **Assets have been sold pursuant to bankruptcy court orders.**

Are all U.S. Trustee Quarterly Fee Payments current? Yes ☒ No ☐

What is the status of your Plan of Reorganization? **First Amended Joint Chapter 11**

**Plan of Liquidation was filed December 16, 2008 and was confirmed effective February 11, 2009.**

ATTORNEY NAME: David Jones

FIRM: Porter & Hedges, LLP

Address: 1000 Main Street

Address: 36th Floor

City, State, ZIP: Houston, TX 77002-6336

Telephone: 713-226-6653

Fax: 713-226-6253

I certify under penalty of perjury that the following complete  
Monthly Operating Report (MOR), consisting of MOR-1 through  
MOR-9 plus attachments, is true and correct.

SIGNED

*Michael Smith*

TITLE Plan Agent

MOR-1

(1) Certain portions of the Monthly Operating Report no longer required due to Confirmation of the Plan of Reorganization.

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CASH RECEIPTS AND DISBURSEMENTS		MONTH MAY	MONTH JUNE	MONTH JULY	MONTH AUGUST	MONTH SEPTEMBER	MONTH OCTOBER	FILING TO DATE
1. CASH - BEGINNING OF MONTH		33,120,621	32,978,843	32,901,138	32,827,007	32,772,525	33,623,172	4,406,584
RECEIPTS:								
2. CASH SALES								-
3. COLLECTION OF ACCOUNTS RECEIVABLE								19,970,103
4. LOANS & ADVANCES (attach list)								-
5. SALE OF ASSETS					3,500	217		79,531,988
6. OTHER (attach list)	2,500	2,905	2,641	2,641	3,208	895,084	2,553	4,763,319
TOTAL RECEIPTS	2,500	2,905	2,641	2,641	6,708	895,300	2,553	104,265,410
(Withdrawal) Contribution by Individual Debtor MFR-2*								
DISBURSEMENTS:								
7. EMPLOYEE COMPENSATION AND BENEFITS	-	-	-	-	-	-	-	2,283,781
8. SALES, USE & OTHER TAXES PAID (1)	-	-	-	1,463	-	-	304	2,934,035
9. SECURED / RENTAL / LEASES	1,714	1,731	-	-	2,067	2,067	2,067	276,292
10. UTILITIES	-	-	-	-	-	-	-	94,389
11. INSURANCE	-	-	-	-	-	-	-	2,020,448
12. TRAVEL	-	-	-	-	-	-	-	44,650
13. REPAIRS, MAINTENANCE & SUPPLIES	-	-	-	-	-	-	-	1,608
14. ADMINISTRATIVE & SELLING	723	911	988	259	1,070	261	261	247,595
15. VESSEL COSTS	-	-	-	-	-	-	-	1,326,912
16. CONTRACT SERVICES	144	5,000	1,580	-	-	-	-	769,050
17. OTHER (attach list)	-	-	-	4,429	-	-	-	82,227
TOTAL DISBURSEMENTS FROM OPERATIONS	2,380	7,642	4,031	6,756	3,137	2,631	2,631	10,080,985
18. PROFESSIONAL FEES	141,697	72,968	62,340	87,386	41,517	38,845	38,845	6,822,955
19. U.S. TRUSTEE FEES	-	-	10,400	-	-	-	1,625	115,725
20. PAYMENTS TO LIEN AND ADMINISTRATIVE CLAIMANTS PER COURT ORDERS	-	-	-	-	-	-	-	1,694,353
21. PAYMENTS PRIORITY TAX AND PRIORITY NON-TAX CLAIMANTS PURSUANT TO THE PLAN	-	-	-	-	-	-	-	492,105
22. CLASS 5 GENERAL UNSECURED DISTRIBUTIONS	-	-	-	-	(3,981)	-	-	50,782,615
23. CLASS 6 DISTRIBUTION	-	-	-	-	-	-	-	36,384
24. INTEREST DISTRIBUTION	-	-	-	-	(28,969)	-	-	3,707,774
25. SETTLEMENT PAYMENTS	-	-	-	-	-	-	-	1,301,714
26. OTHER REORGANIZATION EXPENSES (attach list)	-	-	-	-	-	-	-	54,725
TOTAL DISBURSEMENTS	144,278	80,610	76,771	61,191	44,653	43,101	43,101	75,089,336
27. NET CASH FLOW	(141,778)	(77,705)	(74,131)	(54,482)	850,647	850,647	(40,548)	29,176,040
28. CASH - END OF MONTH (mor-2)	32,978,843	32,901,138	32,827,007	32,772,525	32,772,525	33,623,172	33,582,624	33,582,624

\* applies to individual debtor's only.

(1) Payment of \$2.7M tax relating to the 2008 Form 1042 paid in September 2009

MOR-7

	MONTH May	MONTH June	MONTH July	MONTH August	MONTH September	MONTH October
Interest Income	2,475	2,905	2,641	2,817	2,641	2,553
Miscellaneous	25	-	-	-	444	-
IRS Refund	-	-	-	391	375	-
IRS Refund 2004 Form 1120	-	-	-	-	445,557	-
IRS Refund 2005 Form 1120	-	-	-	-	443,393	-
Distribution from Torch Offshore Case #05-10137	-	-	-	-	2,674	-
<b>Total Other Receipts</b>	2,500	2,905	2,641	3,208	895,084	2,553

**MOR-7 Cont.**

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**OTHER DISBURSEMENTS**

	MONTH May	MONTH June	MONTH July	MONTH August	MONTH September	MONTH October
Flowers Transfer (move records Lafayette to Houston)	-	-	-	4,429	-	-
<b>Total Other Disbursements</b>	-	-	-	4,429	-	-

MOR-7 Cont.

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**CASH ACCOUNT RECONCILIATION**  
**MONTH OF OCTOBER**

BANK NAME	JP Morgan Chase	JP Morgan Chase	Amegy	
ACCOUNT NUMBER	# 686782087	# 796702645	# 3847047	
ACCOUNT TYPE	<u>DISBURSEMENT</u>	<u>DIP MONEY MARKET</u>	<u>DIP DISBURSEMENT</u>	<u>TOTAL</u>
BANK BALANCE	248,331	31,788,887	1,549,099	33,586,316
DEPOSIT IN TRANSIT	-	-	-	-
OUTSTANDING CHECKS	-	-	(3,692)	(3,692)
ADJUSTED BANK BALANCE	248,331	31,788,887	1,545,407	33,582,624
BEGINNING CASH - PER BOOKS	248,591	31,786,334	1,588,247	33,623,172
RECEIPTS	-	2,553	-	2,553
TRANSFERS BETWEEN ACCOUNTS	-	-	-	-
(WITHDRAWAL) CONTRIBUTION - BY INDIVIDUAL DEBTOR MFR-2	-	-	-	-
CHECKS / OTHER DISBURSEMENTS	(261)	-	(42,840)	(43,101)
ENDING CASH - PER BOOKS	248,331	31,788,887	1,545,407	33,582,624

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**PAYMENTS TO INSIDERS AND PROFESSIONALS**

Of the total disbursements shown for the month, list the amount paid to insiders (as defined in Section 101(30)(A)-(F) of the U. S. Bankruptcy Code) and the professionals. Also, for insiders identify the type of compensation paid (e.g., salary, commission, bonus, etc.) (Attach additional pages as necessary).

INSIDERS: NAME/POSITION/COMP TYPE	MONTH MAY	MONTH JUNE	MONTH JULY	MONTH AUGUST	MONTH SEPTEMBER	MONTH OCTOBER
1.	-	-	-	-	-	-
2.	-	-	-	-	-	-
3.	-	-	-	-	-	-
4.	-	-	-	-	-	-
5.	-	-	-	-	-	-
6.	-	-	-	-	-	-
<b>TOTAL INSIDERS (MOR-1)</b>	-	-	-	-	-	-

PROFESSIONALS/NAME/ORDER DATE	MONTH MAY	MONTH JUNE	MONTH JULY	MONTH AUGUST	MONTH SEPTEMBER	MONTH OCTOBER
1. Porter & Hedges, LLP	38,411	36,753	-	55,415	-	13,604
2. Strategic Capital Corporation	90,323	-	37,153	12,020	16,920	7,081
3. Liskow & Lewis	1,480	4,245	-	-	370	-
4. Heller, Draper, Hayden, Patrick & Horn, LLC	246	-	-	-	-	-
5. Pannell Kerr Forster of Texas, PC	-	31,970	-	-	10,804	10,612
6. Lowenstein Sandler, PC	11,237	-	25,187	19,951	13,423	7,549
<b>TOTAL PROFESSIONALS (MOR-1)</b>	141,697	72,968	62,340	87,386	41,517	38,845

**MOR-9**